

Facts at a Glance: Investments

***Facts At A Glance** is a monthly compilation of information of interest to Board Members, staff, and the general public. Information is current as of December 31, 2004 unless otherwise noted. Every effort has been made to verify the accuracy of the information, which is intended for general use only. Please direct any questions and comments to the Public Affairs Office at (916) 795-3991.*

Investment Portfolio Market Value: **\$182.8 Billion**
(As of December 31, 2004)

ASSET CLASS BY MARKET VALUE & ALLOCATION:

<u>Asset Class</u>	<u>Market Value</u> (\$ Billion)	<u>Current Allocation</u> (Percentage)	<u>Current Target *</u> (Percentage)	<u>Previous Target</u> (Percentage)	<u>%</u> Passive vs. Active	
					Passive	Active
Cash Equivalents	\$ -2.4	-1.3%	0.0%	0.0%	0.0%	100.0%
Global Fixed Income	49.1	26.9	26.0	28.0	0.0	100.0
Equities						
Domestic	74.5	40.7	39.0	39.0	81.9	18.1
International	41.2	22.5	19.0	19.0	71.9	28.1
Alt. Inv./Private Eq.	8.7	4.8	7.0	6.0	0.0	100.0
Total Equities	124.4	68.0%	65.0%	64.0%	72.8%	27.2%
Real Estate	11.7	6.4%	9.0%	8.0%	4.3	95.7
Total Equities and Real Estate	136.1	74.4%	74.0%	72.0%		
Total Fund	\$182.8	100.0%	100.0%	100.0%	49.8	50.2

*Target allocation effective January 1, 2003.

GROWTH OF FUND:

<u>Year</u>	<u>Year-End 6/30</u>	<u>Year-End 12/31</u>
1985	\$28.6 billion	\$32.7 billion
1990	\$58.2 billion	\$57.5 billion
1995	\$87.8 billion	\$96.9 billion
1996	\$100.7 billion	\$108.0 billion
1997	\$119.7 billion	\$128.2 billion
1998	\$143.3 billion	\$150.6 billion
1999	\$159.1 billion	\$171.9 billion
2000	\$172.2 billion	\$165.2 billion
2001	\$156.0 billion	\$151.8 billion
2002	\$143.4 billion	\$133.8 billion
2003	\$144.8 billion	\$161.4 billion
2004	\$166.3 billion	\$182.8 billion

TOTAL RETURNS:

Fiscal year to date ended 12/31/04	9.3%
3 years for period ended 12/31/04	8.2%
5 years for period ended 12/31/04	3.3%

CALIFORNIA INVESTMENTS AND COMMITMENTS: Approximately \$20.6 billion -- or 11.2 percent of total fund as of December 31, 2004.

Fixed Income	\$ 2.9 billion
Equities	\$ 11.3 billion
Real Estate	\$ 6.4 billion

HISTORICAL RATES OF RETURNS:

	<u>Year-End 6/30</u>	<u>Year-End 12/31</u>
1984	-3.1	12.9
1985	35.4	28.0
1986	24.6	15.9
1987	13.8	4.3
1988	3.9	12.8
1989	15.7	21.3
1990	9.7	-0.8
1991	6.5	23.0
1992	12.5	6.5
1993	14.5	13.4
1994	2.0	-1.0
1995	16.3	25.3
1996	15.3	12.8
1997	20.1	19.0
1998	19.5	18.5
1999	12.5	16.0
2000	10.5	-1.4
2001	-7.2	-6.2
2002	-5.9 ¹	-9.5
2003	3.9	23.3
2004	16.7	9.3

¹ Beginning 6/30/02 performance figures are reported as gross of fees.